EXHIBIT

IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF PENNSYLVANIA ERIE DIVISION

UNITED STATES OF AMERICA, ex rel.)
DILBAGH SINGH, M.D., PAUL KIRSCH,)
M.D., V. RAO NADELLA, M.D., and)
MARTIN JACOBS, M.D.,)

Relators,

vs.

Civil Action No. 04-186E

BRADFORD REGIONAL MEDICAL CENTER,)
V&S MEDICAL ASSOCIATES, LLC,)
PETER VACCARO, M.D., KAMRAN SALEH,)
M.D., and DOES I through XX,)

Defendants.

DEPOSITION OF KAMRAN SALEH, M.D.

THURSDAY, AUGUST 9, 2007

Deposition of KAMRAN SALEH, M.D., called as a witness by the Plaintiffs, taken pursuant to Notice of Deposition and the Federal Rules of Civil Procedure, by and before Joy A. Hartman, a Court Reporter and Notary Public in and for the Commonwealth of Pennsylvania, at the offices of Fox Rothschild, 625 Liberty Avenue, 29th Floor, Pittsburgh, Pennsylvania commencing at 9:31 a.m. on the day and date above set forth.

CONFIDENTIAL - PROTECTED HEALTH INFORMATION

1 A. Yes.

2

10

11

13

14

15

16

17

18

19

2.0

21

23

- Q. What types of referrals would you make?
- A. Like, if patients needed a cardiac

 catheterization, we would send the patient for the

 cardiac catheterization. Some patients need an

 endocrine evaluation, so we would send them to an

 endocrinologist or urologist. It was orthopedic

 surgeons, so all kind of referrals, whatever the

 patient's need is.
 - Q. Would you also refer patients to the hospital to be admitted as inpatients?
- 12 A. Yes, we do.
 - Q. Is it fair to say that most of your referrals to a hospital went to Bradford?

MR. RYCHCIK: Objection as to the form.

- A. Well, we refer patients wherever the opportunity was, wherever the need was. If there is somebody who needed to be admitted to the hospital, we admitted them to Bradford Hospital, yes.
- Q. Did you admit very many inpatients to Olean Hospital --
- 22 A. No.
 - Q. -- or other hospitals other than Bradford?

1 A. No.

2

3

4

5

6

. 7

8

9

10

11

12

13

- Q. Outpatient referrals, they would -- would outpatient referrals primarily be referrals to have tests performed on somebody?
 - A. Tests, plus evaluation by the doctors.
 - Q. Were a portion of those outpatient referrals referred to Bradford or any other hospital?
 - A. Part of it to Bradford, part of it to Hamot Medical Center, some to Cleveland Clinic, and some to UPMC, depending on the need.
- Q. What would be your basis for distinguishing which hospital you would refer somebody to for an outpatient test?
- A. For the testing?
- 15 Q. Yes.
- A. That would be for whether the test is available in that facility and what time frame they can get the test done and what kind of reading and the quality of the test performed.
- Q. Were there certain types of services that could be performed at multiple hospitals?
- 22 A. Yes.
- Q. What types of services would those have been?

- A. Like blood work, like chest x-ray.
- Q. And if you had to refer people out for those types of services, would it be your typical practice to refer them over to Bradford?

MR. RYCHCIK: Objection as to the form.

- A. Well, what we look at when we refer the patient for the lab work or for the x-rays is for the convenience of the patient. Most of our population is elderly patients, and they actually -- even to come to the doctor's office, they have to find a ride to come. So to send them farther away is more difficult, so they all usually prefer the closest possible testing place.
- Q. And that was Bradford, correct?
- 15 A. And that is Bradford.
 - Q. These other places you mentioned -- Hamot
- 17 | Medical Center?
- 18 A. Yes.

1

2

3

4

5

6

7

8

9

10

11

12

13

14

- 19 Q. Where is that?
- 20 A. It is in Erie.
- 21 Q. How far away is that from Bradford?
- 22 A. An hour and a half.
- 23 Q. I cannot remember the name of the other medical

CONFIDENTIAL - PROTECTED HEALTH INFORMATION

1 | frequent as it was before.

2

3

4

5

-6

7

8

9

10

 1^{1}

12

13

14

15

16

17

18

19

20

21

22

- Q. What would be the reason you would refer somebody to, say, Bradford rather than doing it in your own office?
- A. Sometimes it is the patient's preference. That is always a factor in the decision where the patient goes.
- Q. Would there ever be times when your camera was just too busy and you didn't have -- you couldn't squeeze another patient in, and you would refer them over to Bradford?
- A. It could be. I don't recall. But sometimes if you have to have an emergent test done, it is possible.
- Q. But would you say the vast majority of nuclear tests were done in your office?
 - MR. RYCHCIK: Objection as to the form.
- A. Yes. Most of them were done in our office when we had the camera.
- Q. Now, in addition to the tests that would be done on your nuclear camera, I assume you would also have, you know, patients who would need other types of tests like MRIs or CT scans, correct?

- 1 Α. That's true.
- 2 Did you have facilities in your office to
- 3 perform those tests?
 - Α. No.

- 5 Q. Have you ever had facilities in your office to 6 perform those kind of tests?
- 7 Α. No.
- 8 Are there any other kind of diagnostic tests 9 that you have performed in your office?
- 10 We do perform procedures in our office like 11 EKG, halter monitoring, lung function testing and 12 ultrasound testing; but not x-ray-related.
- 13 Do you have just a regular x-ray machine in 14 your office?
- 15 Α. No.

19

- 16 Similar to with the nuclear camera, would you 17 have generally referred your patients to Bradford for 18 those types of tests?
 - Α. For which types?
- 20 MRIs, CT scans, x-rays.
- 21 We would refer the patients out where it 22 was more convenient for the patients.
 - 0. And most of the time, that would have been

Bradford?

1

3

5

6

7

8

9

10

11

12

13

14

15.

16

17

18

19

20

21

22

23

- A. Most of the time, that would have been Bradford.
- Q. After you got your nuclear camera, your referrals to Bradford for nuclear tests would have reduced, because you were doing a large number of them in your own office, correct?
 - A. Yes.
- Q. Other than that, do you believe there was any change in your referral patterns during the period that you owned or leased the nuclear camera?

MR. RYCHCIK: Are you talking about just nuclear camera referral patterns?

MR. SIMPSON: Other than nuclear camera.

- Q. Nuclear camera referrals went down because you were doing them in your own office. Were there any other types of referrals that you had been doing previously that your referral patterns changed after you got the camera?
 - A. No.
- Q. Now, at some point, you were approached by Bradford with some concerns they had about the fact that you had leased this camera, correct?

- Q. When you say it came out, how did it come?
- A. What?

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

2.2

23

Q. You say it came out. How --

MR. SIMPSON: Could you read back the portion of his testimony where he said it came out something?

(Previous answer read back.)

- Q. And when you are talking about the pure competition, that is the competition on the nuclear camera, correct?
- A. That's true.
 - Q. So the only revenue stream that the hospital was losing as a result of the competition was for the nuclear camera tests that you were doing, correct?
 - A. The tests that we used to do in the hospital, yes.
 - Q. And was it your belief that the hospital was wanting you to do those tests in the hospital, instead of in your office?
 - A. No. They wanted us not to do them in the office. Anywhere else, it didn't matter to them.
 - Q. But they expected that given your prior referral patterns, most of those tests would be done

at their facility?

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

MR. RYCHCIK: Objection as to the form of the question.

MR. MULHOLLAND: Same objection.

- A. It would go to the pattern prior of referral.
- Q. And as you previously testified, most of them would go to Bradford?
 - A. Yes. Most of the tests were done in Bradford.
- Q. Did you ever threaten to take your nuclear camera referrals away from Bradford and send them all to Olean or someplace else?
- A. I don't recall.

MR. MULHOLLAND: Before you go on to the next exhibit, Mr. Simpson, I just want to state that the fact that this document was produced and does have some references to peer review information doesn't constitute a waiver by the hospital where a peer review privilege may attach to that information.

MR. RYCHCIK: I was going to say that I think, quite frankly, this was inadvertently produced without redactions from the standpoint of peer review privileges.

would, solely in the spirit of compromise, be willing to discuss a true and equal joint venture on the nuclear camera if your attorneys can come up with a proposal that they think is legal in today's environment (and our attorneys agree)."

A. Yes.

- Q. What were you talking about when you referred to a true and equal joint venture and underlined the word "equal"?
 - A. I don't remember what it meant at that time.
- Q. And when you referred to "solely in the spirit of compromise," what was the issue you were intending to compromise on?
- A. Well, our thought was, you know, that we have opened up a nuclear camera, and that's the business we wanted to do. We didn't want to do anything else at that point. We were thinking about further expansion. So the economic credentialing issue came up because of the nuclear camera, and then we have been fighting for some time between the legal advice from both sides, and as you know, it becomes very expensive and tiring, so we really didn't want to continue going in that direction and to the point of litigation and go

through the expense of that. So that we wanted to come up with something that is more compromising for both of us.

- Q. And the issue that you all were compromising on was the economic credentialing issue, correct? I mean, that is what was driving the dispute?
 - A. That's right.
- Q. Now, did you say you -- did you just say you were or were not intending to expand the practice farther?
 - A. We were.
- Q. You were? Can you flip back to the previous page, the first page of Exhibit 10?
 - A. Yes.

1

2

3.

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

Q. In the next-to-the-last paragraph, it starts off by saying, "We do want the Board to understand, as we hope we made you understand, that it is not the intent of Dr. Vaccaro and myself to expand the ancillary services provided by our office."

How is that statement consistent with what you just said about that you were wanting to expand?

A. Well, we definitely were wanting to expand, but maybe at this point because of our discussion with the

most of the tests would go to Bradford? 1 2 MR. RYCHCIK: Objection as to the form of

the question.

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

MR. MULHOLLAND: Same objection.

- Q. You didn't tell Bradford, "We are going to do this lease, and then I'm going to stop referring to you, and I'm going to send them to Olean," did you?
 - No, I didn't. Α.

MR. RYCHCIK: Objection.

- Α. I didn't tell them that we are going to get into this lease and start referring the patients to you, either.
 - But your expectation was that you were going to go back to the way you were doing it before?

MR. RYCHCIK: Objection as to the form of the question.

- Q. Correct?
- Α. Yes.
 - And in point of fact, it wouldn't make much Q. sense for Bradford to enter into this arrangement if you were going to refer all of your patients to Bradford, correct?
 - MR. RYCHCIK: Objection as to the form --

1 CERTIFICATE 2 COMMONWEALTH OF PENNSYLVANIA SS.: 3 COUNTY OF ALLEGHENY 4 I, Joy A. Hartman, a Notary Public in and for the Commonwealth of Pennsylvania, do hereby certify that before me personally appeared KAMRAN SALEH, M.D., 5 the witness herein, who then was by me first duly cautioned and sworn to testify the truth, the whole 6 truth and nothing but the truth in the taking of his 7 oral deposition in the cause aforesaid; that the testimony then given by him as above set forth was 8 reduced to stenotypy by me, in the presence of said witness, and afterwards transcribed by computer-aided transcription under my direction. 9 10 I do further certify that this deposition was taken at the time and place specified in the foregoing caption, and signature was not waived. 11 12 I do further certify that I am not a relative of or counsel or attorney for any party hereto, nor am I otherwise interested in the event of this action. 13 14 IN WITNESS WHEREOF, I have hereunto set my hand and affixed my seal of office at Pittsburgh, 15 Pennsylvania, on this 14th day of August, 2007. The foregoing certification does not apply to 16 any reproduction of this transcript in any respect unless under the direct control and/or direction of 17 the certifying reporter. 18 19 Joj A. Hartman 20 Commonwealth of Pennsylvania NOTARIAL SEAL 21 JOY A. HARTMAN, Notary Public Joy A. Hartman, Notary Public Dity of Pitteburgh, County of Allegheny in and for the Commonwealth of My Commission Expires May 9, 2010 22 Pennsylvania

My commission expires May 9, 2010.